

ASX to rise following the US despite recession concerns increasing.

- Global Markets.** It was another mixed session for global indices overnight, as US indices ticked slightly upwards overall. The Russell 2000 (-0.8%) was the only index to lose ground, whilst the Dow (+0.2%), S&P (+0.4%) and Nasdaq (+0.4%) all ended in the green. 8 of the 11 sectors finished higher, with utilities being the front runner, and energy being by far the weakest. Elsewhere, Asian equities all lost over 1%, whilst European equities rebounded emphatically following yesterday's poor results.
- In other markets.** Resources and commodities had a poor session, as increased concerns of a recession became more apparent. **WTI Crude** consolidated its close below \$100/bbl, with low liquidity and recession fears being the main drivers, despite a rise in inventory. **Gold** also slipped lower, losing another -1.5% and **Uranium** (-0.4%) and **Tin** (-2.3%) also lost ground. In the currency market, the **AUD/USD** slipped to its lowest level in 2 years, as weakening raw materials carried the AUD lower. The **VIX** still remains relatively high, despite losing ~3% overnight.
- Futures edge higher.** As of writing, ASX Futures are up ~35 points, or 0.5%. This comes as yesterday's Fed minutes reinforced their stance on combatting inflation. Today, numerous countries are releasing their balance of trade, including Australia, Canada and USA, whilst the ECB will also release its Monetary Policy Meeting Accounts.
- Yields.** The fixed income market has another busy session, erasing yesterday's gains. The 2-Year adding ~16bps and the 10-Year adding 13bps – further inverting the 2-10-Year yield curve. Interestingly, bond volatility has reached extremely high levels, almost matching the March 2020 Covid crash – the highest level since the 2008 GFC.

World Indices	Close	Prior	% Δ
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Local Markets			
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All Ordinaries	6,784.3	6,818.1	-0.5%
ASX 200	6,594.5	6,629.3	-0.5%
ASX Emerging Companies	2,031.4	2,046.0	-0.7%

US Markets			
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Dow Jones	31,037.7	30,967.8	0.2%
S&P500	3,845.1	3,831.4	0.4%
Nasdaq	11,361.9	11,322.2	0.4%
Russell 2000	1,727.6	1,741.3	-0.8%

Asian & European Markets			
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Shanghai Composite	3,355.4	3,404.0	-1.4%
Nikkei	26,107.7	26,423.4	-1.2%
Hang Seng	21,586.7	21,853.1	-1.2%
FTSE 100	7,107.8	7,025.5	1.2%
DAX 30	12,594.5	12,401.2	1.6%
CAC 40	5,912.4	5,795.0	2.0%

Economic Releases	Time	F'cast	Prior
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Japan Foreign Bond Investment	9:50		Y-1600B
Australia May Balance of Trade	11:30	\$10.7B	\$10.5B
ECB Monetary Meeting Accounts	21:30		
Canada May Balance of Trade	22:30	C\$2.4	C\$1.5
US May Balance of Trade	22:30	US-\$85B	US\$87B
US Continuing Jobless Claims	22:30	1327K	1328K

Key BW Names	Close	Prior	% Δ
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Dubber	0.795	0.730	8.9%
Frontier Energy	0.200	0.187	7.0%
Hydralyte	0.110	0.105	4.8%
PonitsBet	2.850	2.750	3.6%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	98.53	99.50	-1.0%
Gold	1,738.9	1,764.9	-1.5%
Gold (Aus)	2,572.3	2,603.0	-1.2%
Silver	19.15	19.17	-0.1%
Uranium (Spot)	51.05	51.25	-0.4%
Tin (Futures)	26,000	26,600	-2.3%

Currency	Close	Prior	% Δ
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DXY Index	107.04	106.51	0.5%
AUD/USD	0.6785	0.6795	-0.2%
AUD/GBP	0.5689	0.5684	0.1%
AUD/EUR	0.6660	0.6620	0.6%
AUD/YEN	92.20	92.08	0.1%
AUD/NZD	1.1029	1.1016	0.1%
AUD/CAD	0.8842	0.8854	-0.1%

Other Markets	Close	Prior	% Δ
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VIX Index	26.73	27.54	-2.9%
2-Year Treasury Yield (%)	2.983	2.829	5.4%
10-Year Treasury Yield (%)	2.935	2.805	4.6%

